

Department of Transportation Division of Secretariat Office of Air, Rail & Transit

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TO:

South Dakota Railroad Board

FROM:

Jack Dokken, Program Manager

DATE:

January 10, 2018

SUBJECT:

Consideration of MRC and Britton line salvage RFPs

During the reconstruction of the MRC and Britton line, approximately 8,794 tons of steel was salvaged from the old railroad.

Pursuant to the Railroad Board's directive of selling the salvaged steel, below are proposals from four different interested contractors. SDDOT ranked each proposal based on the terms outlined in the official request for proposals, and contractors are listed in order based on the rankings.

Please review the list, we are requesting the Board be prepared to discuss for award acceptance. Once a contractor is selected, SDDOT will move forward with contract negotiations and start the removal and disposal of salvaged steel.

Contractor	Bid Amounts	Points received based on criteria	Overall price received (gross ton)
Omaha Track, Incorporated	MRC \$150.82 per gross ton; Britton \$124.57 per gross ton; Minus \$5,942.00 for Britton 1/2 mile takeup.	90.5	\$1,212,271
National Salvage and Service Corporation	\$120.00 per gross ton \$107.00 per gross ton for rail;	83.5	\$1,055,280
A and K Railroad Materials Incorporated	\$124.00 per gross ton for OTM; \$115.50 per gross ton (average) Optional offer trade 6.8 miles of	68	\$1,015,707
Omaha Track, Incorporated	132# head free rail with 1/4" wear and matching OTM.	67	N/A
David's Lawn and Snow	\$125,000 lump sum (\$14,21 per gross ton)	58	\$125,000